

STATE PROCUREMENT OFFICE
EMERGENCY PROCUREMENT

BTS 2015 0407 093125

15 APR -7 P3:43

TO: Chief Procurement Officer

FROM: Natural Energy Laboratory of Hawaii Authority (NELHA)/DBEDT
Name of Requesting Department

ADMINISTRATION
STATE PROCUREMENT OFFICE
STATE OF HAWAII

Pursuant to HRS § 103D-307 and HAR chapter 3-122, Subchapter 10, the Department requests approval for the following:

1. Date or period of Emergency: April - May 2015	2. After-the-Fact: <input type="checkbox"/> Yes <input checked="" type="checkbox"/> No
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3. Describe in detail the emergency situation that created a threat to life, public health, welfare or safety.
We were informed several weeks ago that an unused 16" deep sea pipeline was surfacing approximately 3.5 miles offshore of Keahole Point, Kailua Kona in about 5,500 ft of water. After several unsuccessful attempts, we have now located the pipeline and attached several bouys and a strobe beacon to the end of the pipeline that is above the surface. (see attached photos). However, it now appears that due to sea conditions the end of the pipeline does sink and implodes the bouys and strobe beacon. Until, the pipeline is removed, we will be going out to the site daily to install new bouys and strobes that will warn mariners of the danger in the area. This pipeline is a hazard to marine navigation and must be removed immediately. A small or medium size craft hitting this pipeline at high speed could result in disastrous consequences. In addition, due to ocean conditions, this period of time (April-May) offers the least safety risks to removal/abandonment. We anticipate that work will be done in the next several weeks.

4. Vendor/Contractor/Service Provider Name: Healy Tibbitts (\$350,000) and Makai Ocean Engineering (\$25,000).	5. Amount of Request: \$ 375,000
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6. Describe in detail the emergency goods, services, or construction and explain why it is necessary.
Removal/abandonment of deepsea 16" pipeline that was installed over 30 years ago. Based on preliminary discussions with the firm involved in the design and installation of the pipeline (Makai Ocean Engineering) we believe that the pipeline is approximately 4,500 ft long and is anchored to the bottom by approximately 2,000 feet of cable. The end of the pipeline at the surface has been in the same position for the past 10 days. Due to the size and mass of the pipeline and based on preliminary discussions, and ensure safety of the work crews we believe the work will require two tugs and one barge to travel from Oahu to Kona.

7. State the reason(s) the vendor/contractor/service provider was selected. Explain what competition, as is practicable, was conducted.
Both firms were selected based on their ability to preform the work and also because they recently assisted us in the removal of a 12" pipeline in the same general area. Because of their past work and familiarity with the area they are able to respond immediately to assist with the removal/abandonment of the pipeline. There is insufficient time to solicit bids from competing firms and the availability of the tugs/barges is also a major concern. Chosen contractors had equipment and materials on-hand and could perform the work at a moments notice.

8. Identify the primary responsible staff person(s) conducting and managing this procurement. (Appropriate delegated procurement authority and completion of mandatory training required.)

*Point of contact (Place asterisk after name of person to contact for additional information.)

Name	Division/Agency	Phone Number	E-mail Address
Gregory Barbour	NELHA	542-4622	gb@nelha.org
Jan War	NELHA	327-9585	janw@nelha.org

All requirements/approvals and internal controls for this expenditure is the responsibility of the department.
I certify that the information provided is to the best of my knowledge, true and correct.


Department Head Signature

4/1/15
Date

For Chief Procurement Officer Use Only

Chief Procurement Officer (CPO) Comments:

Approval is granted based on the department's determination that immediate action is necessary to remove an unused 16" deepsea pipeline surfacing approximately 3.5 miles offshore of Keahole Point, Kailua Kona that is currently creating a threat to public health and safety. Pursuant to HRS section 103D-310(c) and HAR section 3-122-112, the procuring officer shall verify compliance (i.e. vendor is required to provide proof of compliance and may use the Hawaii Compliance Express) and award is required to be posted on the Awards Reporting System. Copies of compliance and awards posting are required to be documented in the procurement/contract file.

If there are any questions, please contact Stacey Kauleinamoku at 586-0571, or stacey.l.kauleinamoku@hawaii.gov.

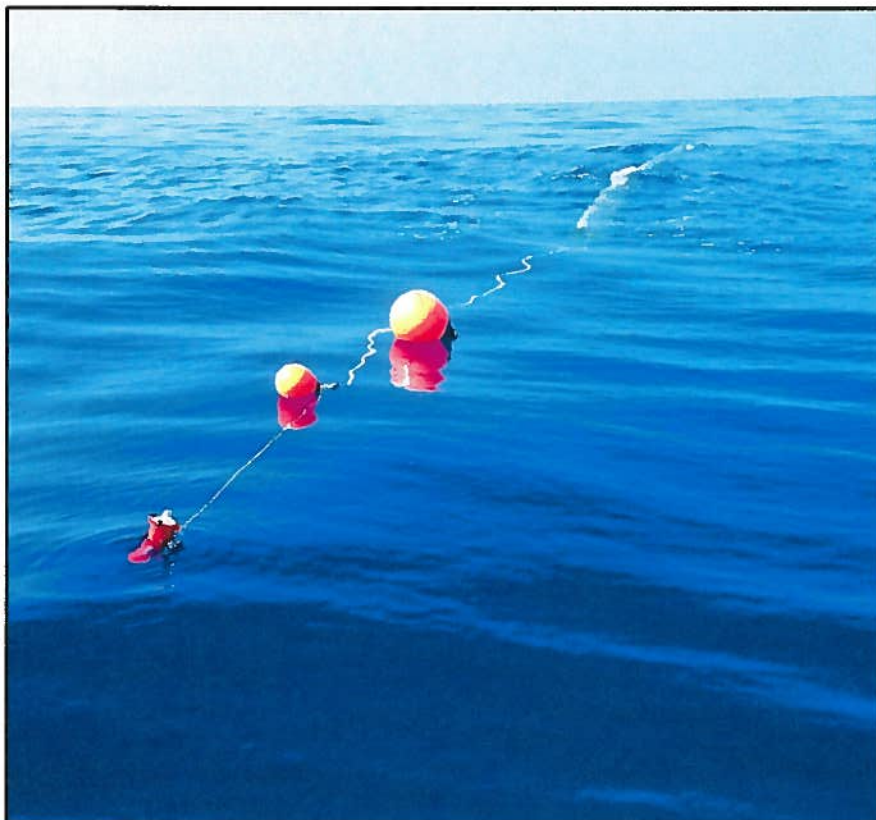
☒ Approved

☐ Disapproved

☐ No Action Required


Chief Procurement Officer Signature

4/10/15
Date



EP15-037SK